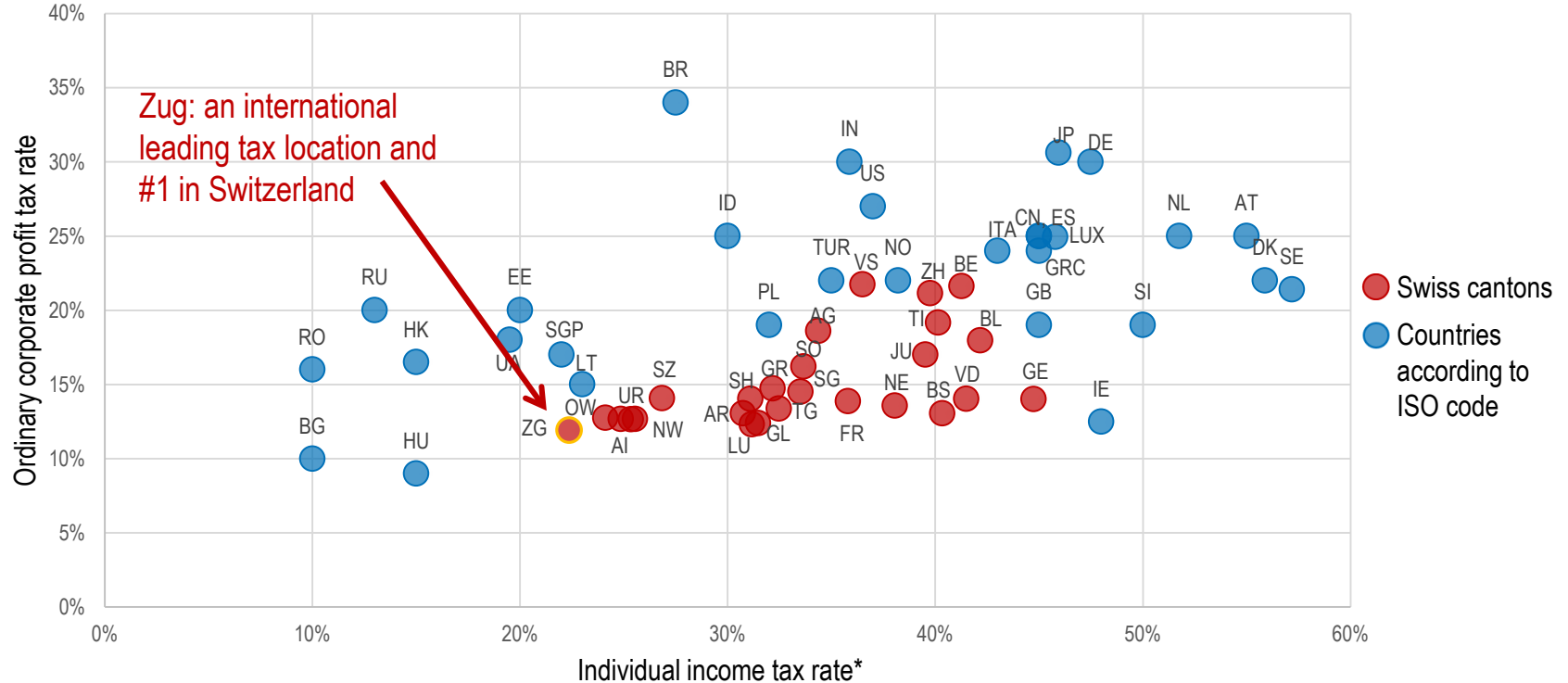


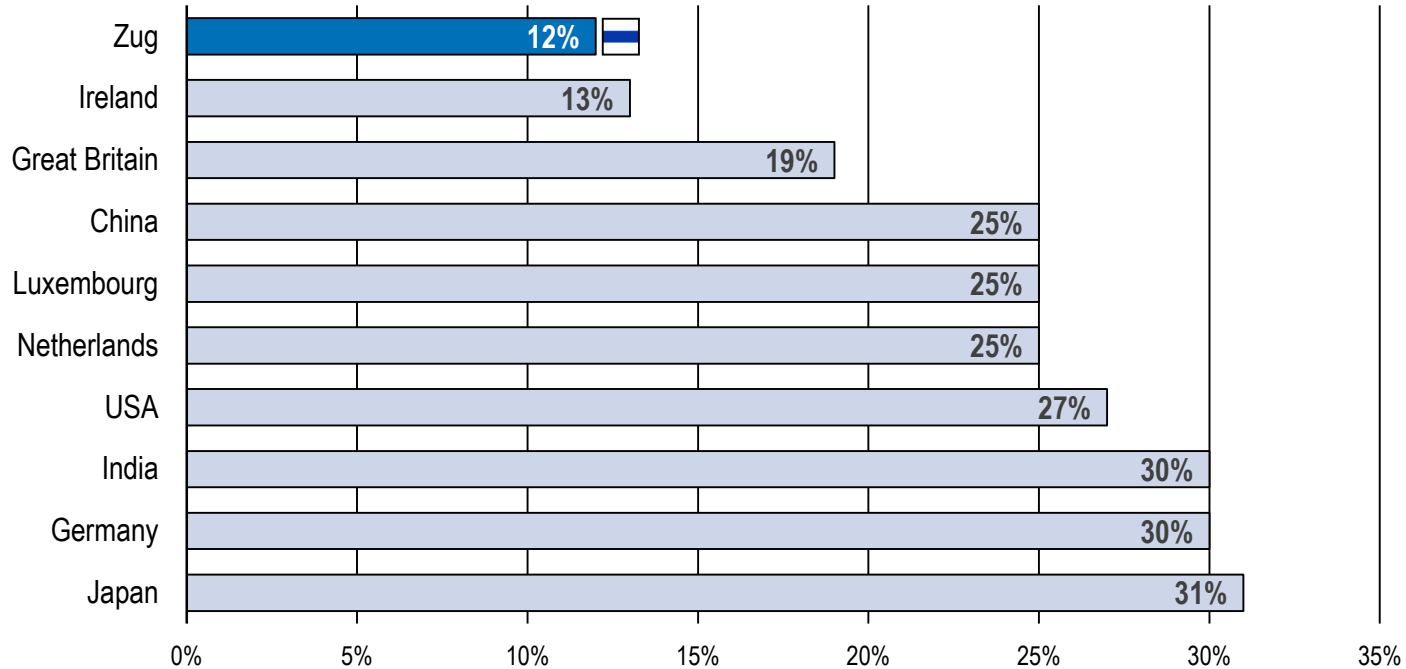
# Corporate profit tax and individual income tax

## International tax comparison

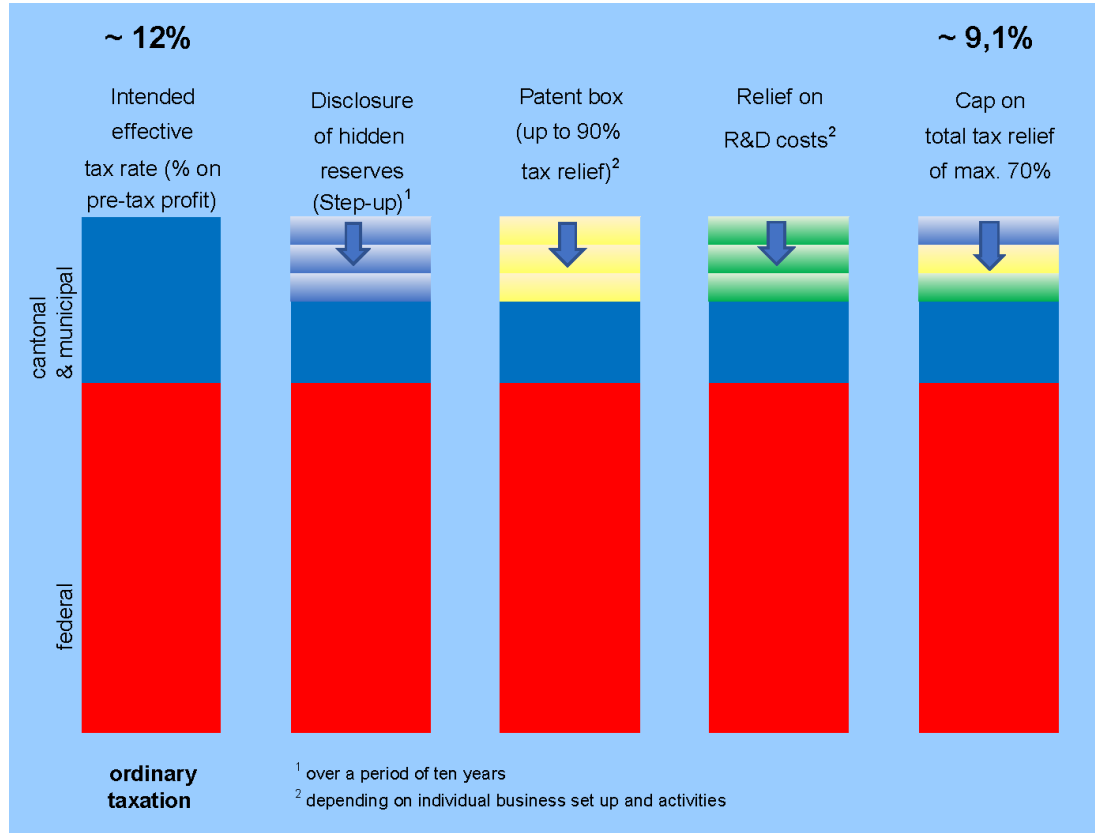


\*based on maximum effective input tax rate federal/canton/municipality

# Corporate profit tax - international comparison (ordinary tax rate)



# Corporate profit tax Zug



# Corporate tax

- Total regular profit tax rate (cantonal, municipal, federal): 12%
- patent box: tax relief of 90% on earnings from intellectual property
- R&D costs: additional deductions of 50% of qualifying expenses
- step-up: tax-neutral disclosure of hidden reserves
  - in case of transfer of domicile or management to CH (depreciation within 10 years)
  - in case of local companies (special tax rate over period of five years)
- total maximum combined tax relief for patent box, R&D deductions and step-up: 70%

# Patent Box

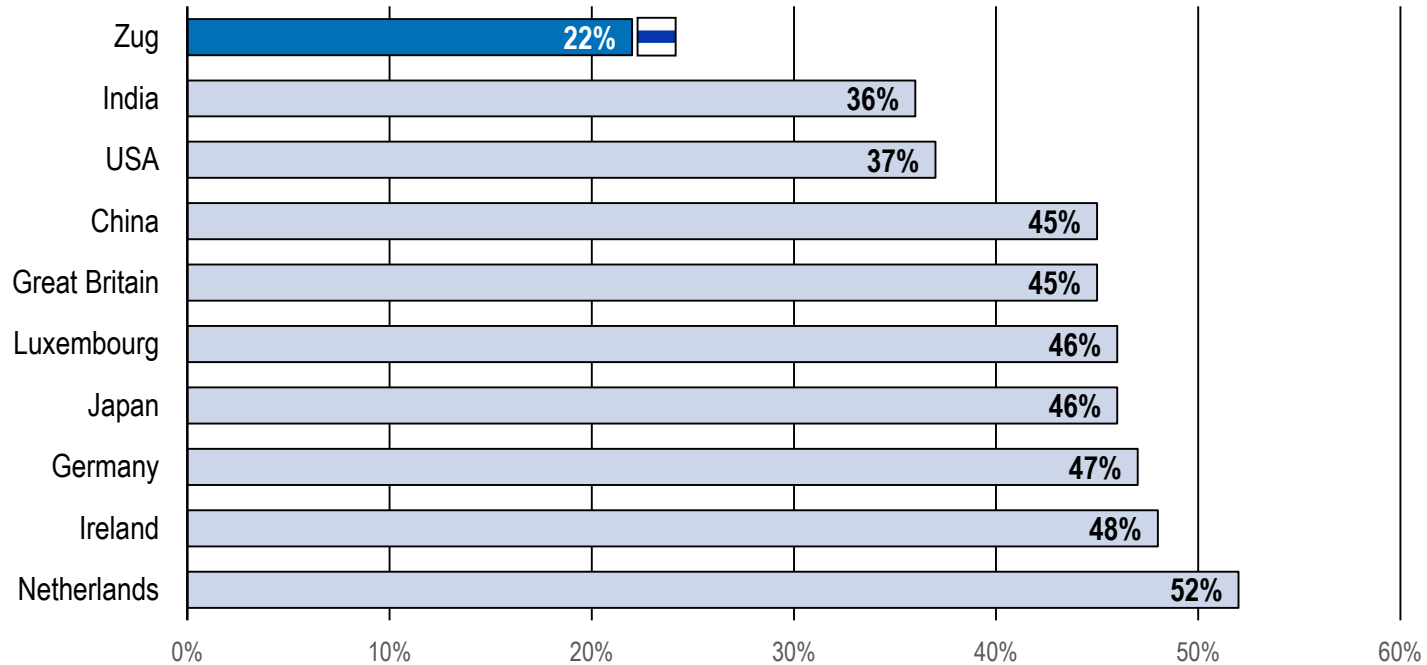
In order to qualify for the box a patent must

- relate to research and development activities
- nexus approach: must be in Switzerland, except third party R&D abroad.

The patent box covers: registered patents.

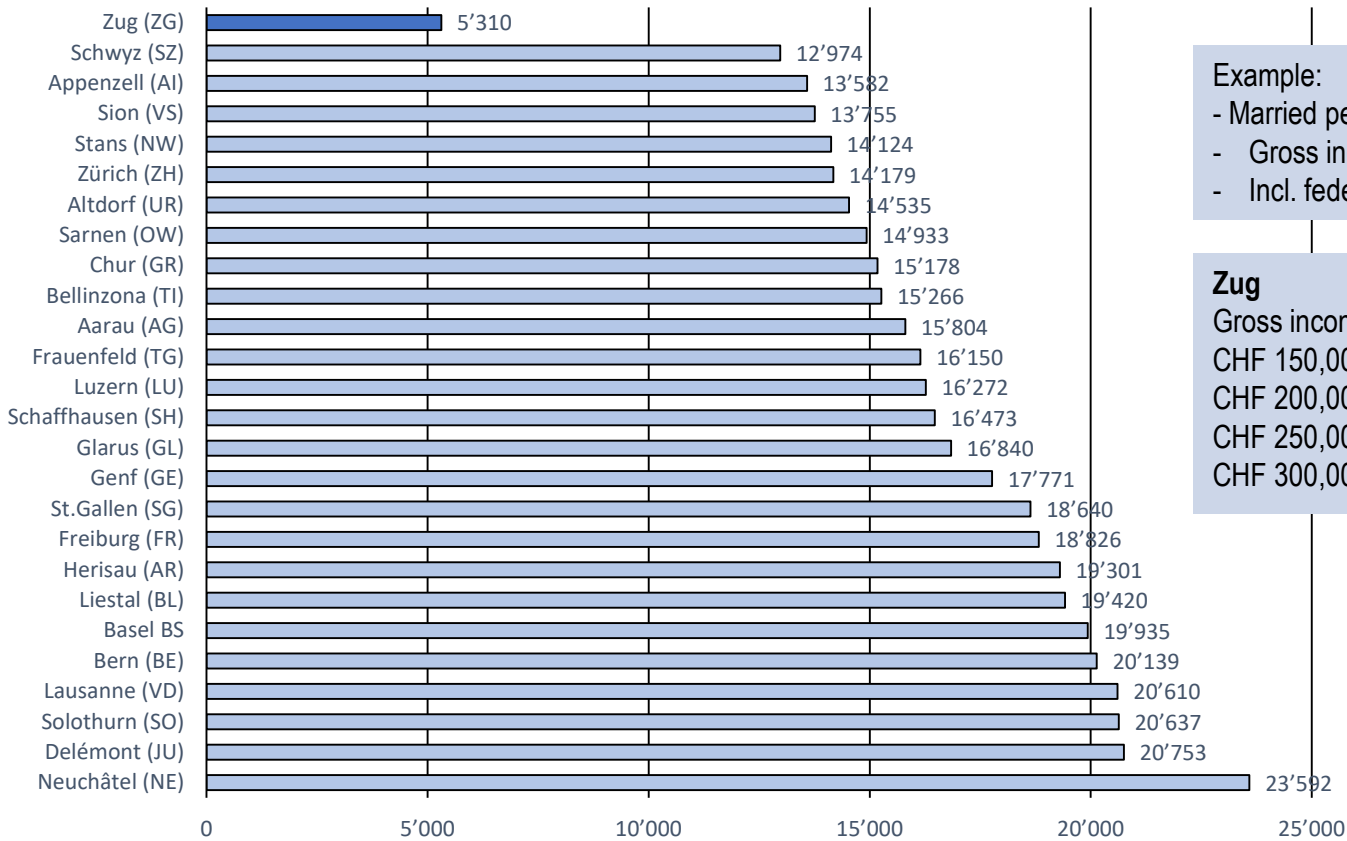
The patent box is only applied at the level of cantonal and communal taxes.

# Individual income tax -international tax comparison (Maximum tax rate)



# Intercantonal tax comparison

## Private individuals



### Example:

- Married person with two children
- Gross income CHF 150,000
- Incl. federal, cantonal, communal and church tax

### Zug

Gross income:	Tax in % of gross income:
CHF 150,000:	3.54 %
CHF 200,000:	6.57 %
CHF 250,000:	10.29 %
CHF 300,000:	13.08 %